INFORMATICS EDUCATION LTD.
(Company Registration Number: 198303419G)
(Incorporated in Singapore)

RESPONSE TO SGX QUERIES RELATING TO FINANCIAL RESULTS FOR NINE MONTHS PERIOD ENDED 31 MARCH 2022

The board of directors (the "Board") of Informatics Education Ltd. (the "Company") refers to the Company's financial results for nine months period ended 31 March 2022, which was released on 13 May 2022.

The Board would like to provide the Company's response to the queries raised by SGX-ST on 23 May 2022.

Query:

The Company's Q3 FY2022 results note that the Company has agreed to sell to Professional Education Management Pte Ltd ("PEM") all of the issued and paid-up shares of Informatics Academy Pte Ltd ("IAPL") for a consideration of $320,000 with all liabilities in connection with IAPL's business arising as at 30 November 2021 to be excluded under this sale and purchase agreement. The Company further stated that the results from IAPL's business have been presented as discontinued operation while its assets and liabilities were reclassified to assets and liabilities of disposal group in the current period.

i. Please explain why the liabilities in connection with IAPL as at 30 November 2021 are classified as discontinued operation when these liabilities would not be taken over by PEM and the Company would have to continue to repay these liabilities, notwithstanding the disposal.
ii. Please provide an elaboration and quantify the abovementioned liabilities of IAPL retained by the Company.

Company's response:

i. The Group views IAPL as a discontinued operation as it represents a separate major line of business within the Group, and IAPL had ceased its operation in Q3 FY2022. IAPL's assets and liabilities were disclosed as assets and liabilities of disposal group in the Group's statement of financial position as at 31 March 2022 notwithstanding that these assets and liabilities would not be taken over by PEM mainly to distinguish these assets and liabilities from the assets and liabilities pertaining to the Group's continuing businesses and operations. The separate presentation of IAPL's liabilities would enable users of financial statements to understand the quantum of liabilities to be assumed by the Company upon disposal of this subsidiary.

ii. The asset and liabilities of IAPL as at 31 March 2022 were as disclosed below:

	S$'000
Trade and other receivables	6
Cash and cash equivalents	7
Assets of disposal group	**13**
Trade and other payables	159
Liabilities of disposal group	**159**

BY ORDER OF THE BOARD

Yau Su Peng
Executive Chairman
25 May 2022